

AGENDA ITEM 11d.

Bookstore and Dining Hall Budgets for FY 2015

RECOMMENDED DIRECTIVE:

The recommended operating budgets for fiscal year 2015 for the following auxiliary enterprises are hereby approved:

	<u>FY 2015</u>	<u>FY 2014</u>	<u>Inc (Dec)</u>
Bookstore	\$ 88,315	\$ 84,951	\$ 3,364
Dining Hall	218,796	213,477	5,319

DISCUSSION:

Bookstore and Dining Hall are auxiliary enterprises of the college. Bookstore operation is administered by Business Office at National campus with bookstore outlet at each campus. Dining hall operates only at National campus.

Operating budgets for bookstore and dining hall for FY 2015 is at the same level with FY 2014. The increments represent the regular annual step increases for auxiliary employees. No increments are projected from other line item budgets.

The Statement of Revenues and Expenditures for Bookstore and Dining Hall are presented as follows:

Bookstore:

	<u>FY 2015</u>	<u>FY 2014</u>
Sales	\$930,000	\$930,000
Cost of Sales	<u>775,000</u>	<u>775,000</u>
Gross Profit	\$155,000	\$155,000
Operating Expenses	<u>88,315</u>	<u>84,951</u>
Net Service Charge	<u>\$ 66,685</u>	<u>\$ 70,049</u>

Bookstore generates an average mark – up of 20% from the sales of textbooks, school supplies, souvenir items and other products. The procurement of textbooks and other items depends on the need of the instructions and students.

Dining Hall:

	<u>FY 2015</u>	<u>FY 2014</u>
Sales	\$884,420	\$790,020
Cost of Sales	<u>650,000</u>	<u>572,000</u>
Gross Profit	\$234,420	\$218,020
Operating Expenses	<u>218,796</u>	<u>213,477</u>
Net Service Charge	<u>\$ 15,624</u>	<u>\$ 4,543</u>

The projected revenue is based at 80% capacity of the residence halls, 20% to 30% for non-resident students, faculty and staffs and some non-college customers. Additional revenue is projected for FY 2015 with the implementation of the prepaid account for students. Under the prepaid account, students can charge meals to be deducted from students' refund check.

Attached are budget worksheets and projected statements of revenues and expenditures for Bookstore and Dining Hall.

ACTION TAKEN:

VOTE:

_____ Approved as presented

___ aye ___ nay ___ abstain

_____ Approved with modifications

_____ Disapproved

DATE: _____